

Council on Postsecondary Education
July 30, 2001

Development of 2002-04 Capital Budget Recommendation

Each public university and the Kentucky Community and Technical College System was required to submit a 2002-08 capital plan to the Capital Planning Advisory Board (CPAB) on or before April 15, 2001. The projects identified in the first biennium of the 2002-08 capital plans generally evolve into the 2002-04 capital requests. The institutions were to submit their 2002-04 capital requests to the council on or before July 2.

Each biennium the CPAB holds hearings to discuss the capital plans of all state agencies. The CPAB will review the 2002-08 capital plans of the postsecondary institutions July 25, 2001. The CPAB has asked Mr. Davies to provide a statewide perspective on the highest priority capital needs of the system of postsecondary education in August.

The framework for the 2002-04 operating and capital recommendations is defined in the *Points of Consensus*, which was endorsed by the council February 5, 2001. For the 2002-04 capital budget, the council staff proposes to establish the following institutional priorities to be financed with state general funds:

- Capital renewal and maintenance
- Instructional and research equipment replacement
- Technology initiatives
- Major renovations of educational and general (E&G) facilities
- Construction of new (E&G) facilities or expansion of existing facilities

A summary of the institutions' capital requests by fund source is presented on page 112. Generally, state general funds are requested for educational and general facilities and equipment while agency bond authority is requested for auxiliary enterprises.

As the council completes its review of institutional capital requests, the priorities may change. According to the *Points of Consensus*, the council will evaluate construction of new facilities or expansion of existing facilities using the revised Kentucky Space Needs Model and the recommendation of a professional consultant with regard to quality of existing space. (See pages 85 to 94 regarding the revised Kentucky Space Needs Model.)

The council may wish to discuss the staff's proposed institutional priorities to be financed with state general funds. The council is to submit the 2002-04 capital budget recommendation to the Governor's Office for Policy and Management by November 15.

2002-04 Institutional Capital Project Requests
State General Funds
As of July 30, 2001

Institution	Capital Construction (1)	Technology Initiative	Equipment	Total
Eastern Kentucky University	\$73,850,000	\$12,890,000	\$5,135,000	\$91,875,000
KY Comm. and Tech. College System	303,155,000		21,445,000	324,600,000
Kentucky State University	58,895,000			58,895,000
Morehead State University	72,730,000	22,200,000	3,843,000	98,773,000
Murray State University	202,322,000	6,746,000	9,340,000	218,408,000
Northern Kentucky University	101,200,000	1,900,000		103,100,000
University of Kentucky and LCC	490,350,000			490,350,000
University of Louisville	113,711,000	19,932,000	19,693,000	153,336,000
Western Kentucky University	73,274,000	9,645,000	110,000	83,029,000
System Total	\$1,489,487,000	\$73,313,000	\$59,566,000	\$1,622,366,000

(1) Includes capital renewal and maintenance, renovations, and construction of new facilities.

2002-04 Institutional Capital Project Requests
Agency Bond Authority
As of July 30, 2001

Institution	Total
Eastern Kentucky University	\$12,129,000
Kentucky State University (1)	
Morehead State University	19,200,000
Murray State University	74,520,000
Northern Kentucky University	37,600,000
University of Kentucky	50,651,000
University of Louisville	12,129,000
Western Kentucky University	11,320,000
System Total	\$217,549,000

(1) KSU did not request any Agency Bond Authority for 2002-04.

